

# **CLARK COUNTY**

## **FINANCE COMMITTEE**

**SECOND QUARTER, 2001**



**AUGUST 16, 2001**

**CLARK COUNTY**  
**FINANCE COMMITTEE**  
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## **SECTION II - EXECUTIVE SUMMARY**

This report reflects the outcomes achieved in our investment activities based on the implementation of the May 12, 2000 Investment Policy and Standards. The report provides a retroactive review of the activities occurring during the second quarter, 2001.

During the second quarter, the average maturity of the portfolio was approximately one year, compared to ten months at the end of the first quarter, 2001. This is due to investing in longer securities to lock in higher interest rates for the portfolio. The sector distribution of the portfolio changed slightly from the second quarter, with approximately 64% of the portfolio invested in Federal Agencies, 25% invested in money markets, 5% in commercial paper, 5% invested in U.S. Treasuries and 1% in municipal bonds. At the end of June 2001, the total portfolio was approximately \$429 million.

For the first half of 2001, residual balances averaged \$58 million compared to \$57.7 million in 2000 on a monthly basis. Interest earnings distributed to the County's General Fund for the first half of 2001 totaled \$1,668,003, compared to \$1,630,020 for 2000, an increase of approximately \$38,000. Interest earnings exceeded projections of \$1.59 million by approximately \$78,000.

County Pool balances averaged \$387 million during 2001, compared to \$378 million during the first half of 2000. Interest earnings distributed to the County Pool participants totaled \$10.9 million in 2001 compared to \$10.5 million during the first half of 2000. County funds make up 34% of the County Pool. Other major Pool participants include the Vancouver School District at 14%, the Camas School District at 12%, the Evergreen School District at 8%, and the Port of Vancouver at 7%.

The Pool outperformed some of its' benchmarks for June. On a total return basis, the County Pool ended the second quarter at 3.971%, compared to the custom Treasury total return index of 3.072%. On a book value return basis, the County Pool rate, on a net basis, yielded 5.04%, compared to the custom Treasury Index with a book value return of 3.51%. The net asset value of the County Pool ended the quarter at .99904. An unrealized loss of \$417,513 was distributed to the Clark County Pool participants for the fair market value adjustment at the end of June. Fair value adjustments are made four times per year. This is consistent with the current investment policy.

During the third quarter of 2001, we plan to invest in the 0 – 2 year maturity sector to bring the average maturity of the portfolio down to nine to ten months. In addition, should yields on short-term money market securities increase above the Washington State Pool's yield, we would ladder these out to one year. However, typically if short-term interest rates are declining, the Washington State Pool will lag current money market interest rates, which continue to make it advantageous to invest short-term money with the State Pool. We will continue to look for swap opportunities, by selling securities purchased at lower interest rates, and reinvesting in securities at current market rates, should these opportunities present themselves.

### **SECTION III - 2001 YEAR-TO-DATE**

#### INVESTMENT ACTIVITY:

For 2001, residual principal balances averaged \$325 thousand more than 2000 on an average monthly basis. Actual 2001 average residual balances were approximately \$9 million higher than projections.

Date	2000 Residual Balance	2001 Residual Balance	2001 Projected Residual Balance
January	37,183,263	39,714,479	33,000,000
February	34,292,579	36,830,593	31,000,000
March	43,572,679	35,949,803	32,000,000
April	53,383,941	47,744,143	47,500,000
May	110,796,713	121,317,799	97,000,000
June	66,920,061	66,540,866	52,500,000
Average	57,691,539	58,016,280	48,833,333

The budgeted 2001 interest earnings through the second quarter are \$1,587,997. Actual interest earnings distributed to the General Fund through the second quarter, 2001 totaled \$1,668,003, which is \$80 thousand more than projected. The higher interest earnings are attributed to residual balances coming in higher than projected.

Date	2000 Interest Earnings	2001 Interest Earnings	2001 Projected Interest Earnings
January	163,701	207,327	173,342
February	149,323	184,229	150,694
March	203,824	179,631	174,978
April	243,109	276,313	255,313
May	528,270	537,965	547,107
June	342,793	282,538	286,563
Total	1,630,020	1,668,003	1,587,997

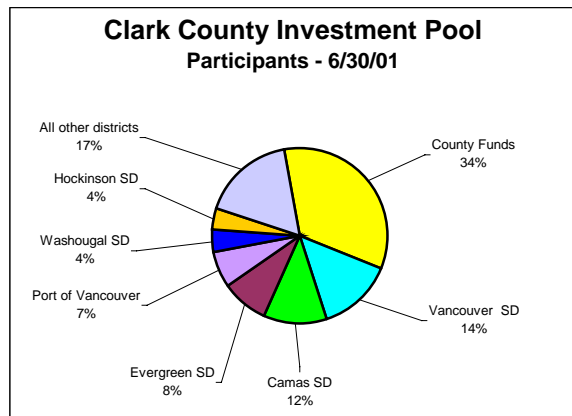
The following table compares the 2001 County Pool average principal balances to 2000. Pool principal balances averaged \$387 million for 2001, compared to \$378 million during 2000, which are approximately 3% higher. The higher principal balances are partially attributed to Vancouver SD #37 issuing \$33,135,000 in bonds in May, 2001.

Date	2000 Pool Average Balance	2001 Pool Average Balance
January	363,106,500	356,545,966
February	351,374,234	349,605,348
March	361,263,477	338,990,190
April	352,775,568	359,569,641
May	441,182,903	477,334,427
June	398,021,365	438,945,286
Average	377,954,008	386,831,810

The following table compares the total 2001 County Pool interest earnings to 2000. In the first half of the year, Pool earnings were \$11 million in 2001, compared to \$10.5 million during 2000, which are approximately 4% higher.

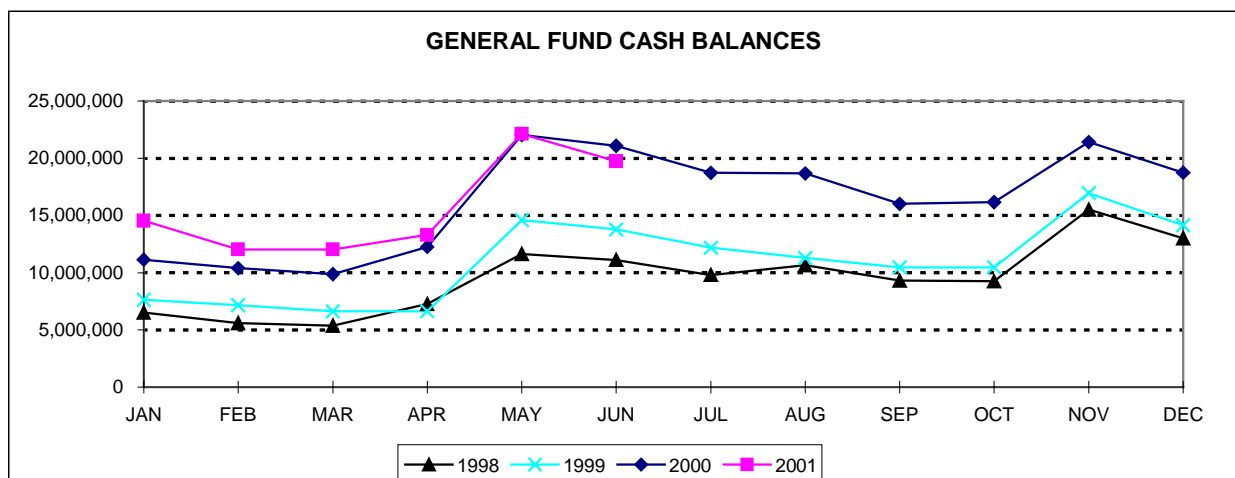
Date	2000 Pool Interest Earnings	2001 Pool Interest Earnings
January	1,599,626	1,859,734
February	1,582,913	1,743,303
March	1,688,170	1,689,390
April	1,607,536	1,711,739
May	1,894,959	2,099,382
June	2,098,357	1,863,252
Total	10,471,561	10,966,800

**Figure One** shows the major participants in the Clark County Investment Pool for the second quarter of 2001. In June 2001, County funds made up 34% of the Pool, Vancouver School District – 14%, Camas School District – 12%, Evergreen School District – 8%, and the Port of Vancouver – 7%.



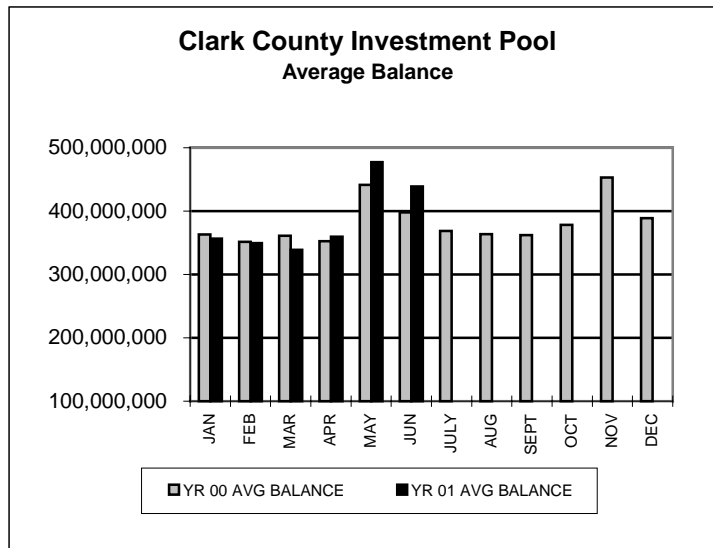
**Figure 1**

**Figure Two** shows month-end General fund cash balances for 1998 through 2001. Through the second quarter of 2001 cash balances in the General fund increased above 2000 levels by \$1.2 million, on an average monthly basis.



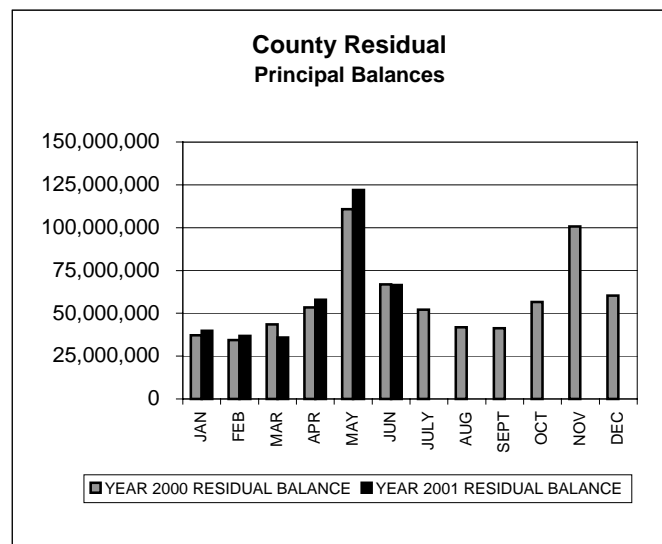
**Figure 2**

## SECTION IV - QUARTERLY ACTIVITY



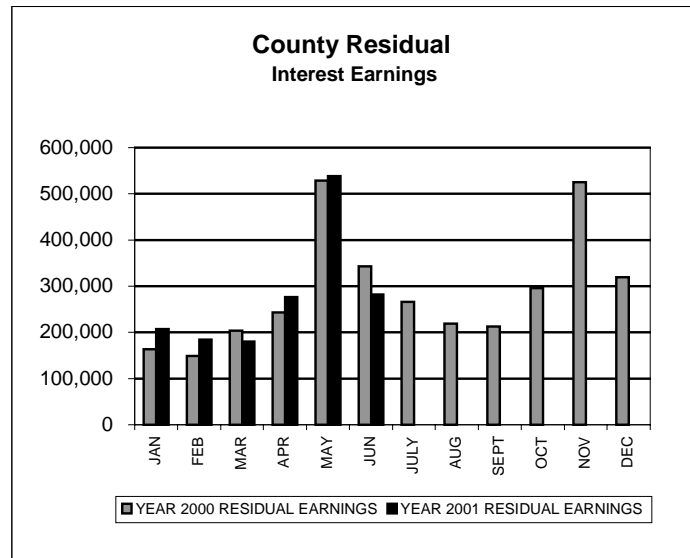
**Figure 3**

**Figure Three** reflects the average principal balances being maintained within the Pool over the last two years. For the second quarter of 2001, the average principal balance increased above 2000 levels by \$8.9 million. This is due in part to Vancouver SD #37 issuing \$33,135,000 in bonds in the month of May 2001.



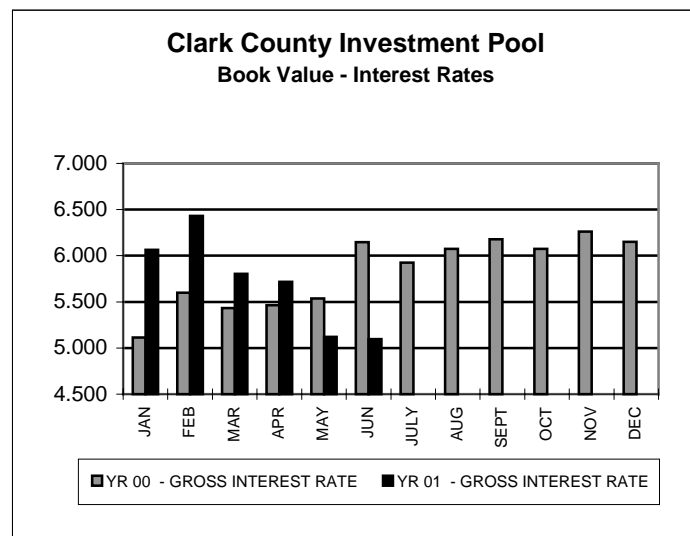
**Figure 4**

**Figure Four** reflects the actual monthly residual principal balances managed by the County for 2000 and 2001. Residual balances for second quarter increased above 2000 levels by an average of \$5.1 million per month.



**Figure 5**

**Figure Five** shows interest earnings distributed each month to the County's General fund during 2000 and 2001. During the second quarter of 2001, interest earnings averaged \$5,000 less per month than during the same period in 2000. This is due to lower interest rates during the second quarter. On an average monthly basis, \$366,000 was allocated to the General fund during second quarter of 2001. For second quarter of 2000, an average of \$371,000 was distributed to the General fund per month.



**Figure 6**

**Figure Six** shows the County Pool interest rates for 2000 and 2001. The County Pool's book value, gross rate at the end of June 2001 was 5.10%, compared to 6.15% on June 30, 2000.

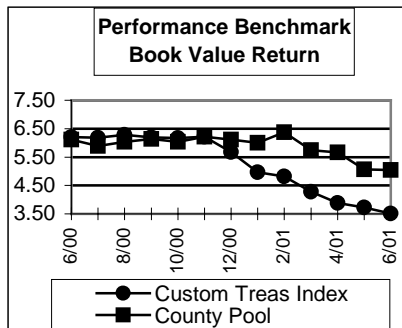


Figure 7(a)

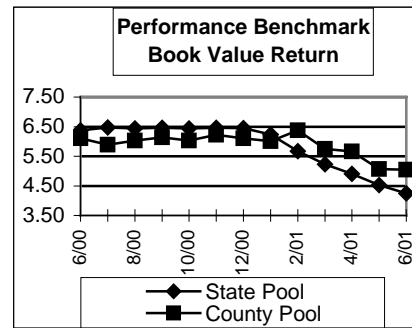


Figure 7(b)

**Figures 7 (a) and (b)** compare performance on a book value return basis. The County Pool's interest rate is expressed as the net interest rate (the gross rate less the investment fee). The book value return of a portfolio measures the yield based on the yield of the securities at the time the securities are purchased. These performance benchmarks consist of a composite Treasury Index with an average maturity of nine months and the Washington State Local Government Investment Pool (LGIP) with an average maturity of approximately two months. The Clark County Investment Pool has an average maturity of approximately one year. The Treasury Index and the LGIP closely track current interest rates. At the end of the second quarter, the Clark County Pool's net rate, on a book value return basis was 5.04%, the Treasury Index was 3.51%, and the State Pool's net rate was 4.25%.

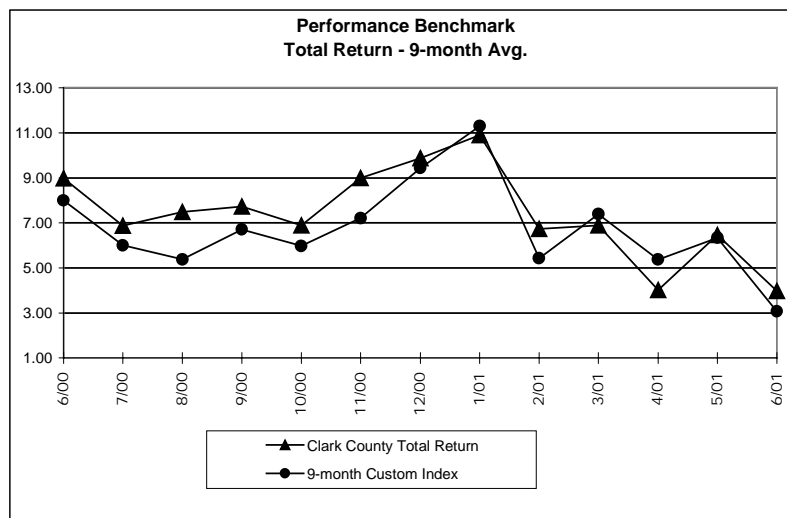
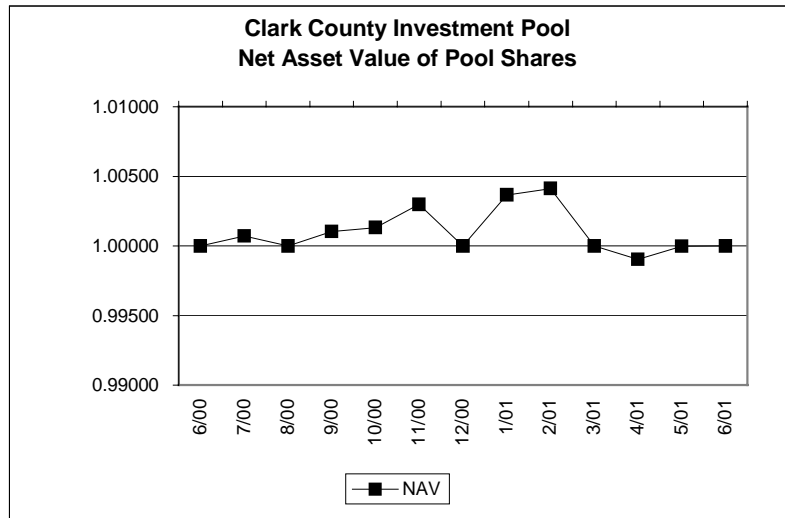


Figure 8

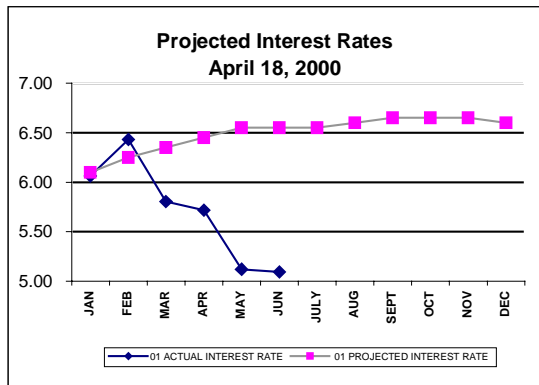
**Figure Eight** compares performance on a total return basis. Total return measures the market value increase or decrease in the value of the portfolio over a given period of time, and the interest earnings associated with the securities. The customized total return index consists of two Merrill Lynch U.S. Treasury Securities maturing from six months to one year. At the end of the second quarter, the total return of the County Pool was 3.971%, and the Treasury Index was 3.072%. Wide swings in return will reflect the extreme volatility in the investment markets.



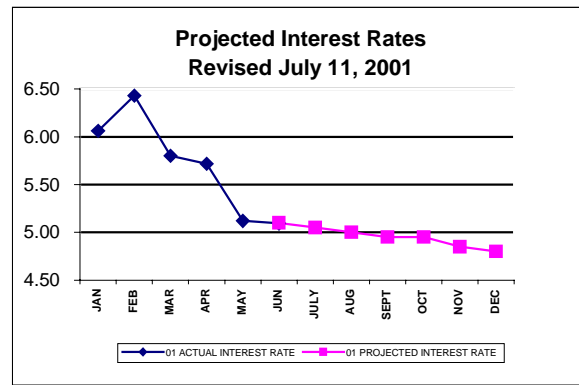


**Figure 9**

**Figure Nine** shows the market value based net asset value (NAV) of the Pool portfolio. As of June 2001, the NAV was 1.00000. GASB Statement 31 requires that External Investment Pools report all investments at fair market value, if the average maturity of the Pool exceeds 90 days. On June 30, 2001 the Treasurer's Office posted approximately \$418,000 in unrealized losses in total to the County Pool. The next adjustment for fair market value will occur in August.



**Figure 10(a)**



**Figure 10(b)**

**Figure Ten(a)** shows the projected County Pool interest rates during 2001 versus actual County Pool interest rates.

**Figure Ten(b)** shows the revised projected County Pool interest rates for July 2001 through December 2001. At the time the forecast was created for Figure 10(a), the economic outlook was much different that what it is currently. The Fed took aggressive action in the first half of 2001 by lowering interest rates six times this year bringing the Fed funds short-term interest rate down to 3.75%. It is anticipated the Fed will lower the Fed-funds rate by 25 basis points in August.

## **SECTION V - INVESTMENT STRATEGY**

The following table shows the distribution of the Clark County Pool maturities. As the table indicates, during 2000 emphasis was placed on purchasing securities in the 0 -1 year maturity sector. During the second quarter of 2001, investments were purchased in the 1-2 year sector to help secure higher rates.

<b>Period</b>	<b>0 - 1 year</b>	<b>1 – 2 years</b>	<b>2 - 5 years</b>
1 <sup>st</sup> quarter, 2000	74%	26%	0%
2nd quarter, 2000	77%	20%	3%
3 <sup>rd</sup> quarter, 2000	73%	21%	6%
4 <sup>th</sup> quarter, 2000	66%	26%	8%
1 <sup>st</sup> quarter, 2001	65%	18%	17%
2 <sup>nd</sup> quarter, 2001	64%	20%	16%

During the second half of 2001, with the yield curve upward sloping in the two-year maturity sector, we plan to continue to invest in the 0-2 year area. We will monitor the commercial paper market, and if interest rates are competitive with the Washington State Local Government Investment Pool's interest rate, we will maintain approximately 5-10% holdings in the portfolio.

In addition, as yields on short-term money market securities increase above the Washington State Pool's yield, we plan to ladder these securities out to one year.

During second quarter, longer-term securities were purchased to lock in higher interest rates and replace Federal Agencies that were called. On June 30<sup>th</sup>, the Clark County Investment Portfolio was holding \$3,421,677 in unrealized gains.

The first quarter, 2001 report issued by Public Financial Management, Inc. (PFM) recommended the following sector distributions to keep the Clark County Investment Pool at a 9-10 month average maturity:

<b>Investment Sector</b>	<b>Recommended Average Maturity</b>	<b>Current Average Maturity</b>	<b>Recommended % of Portfolio</b>	<b>Current % of Portfolio</b>
US Treasury Notes	9 months-1 year	1 year	5% - 15%	5%
Federal Agency Notes/Disc. Notes	6 month – 2 years	1 year 5 months	50% - 75%	64%
Municipal Obligations	6 month – 2 years	1 year	0% - 5%	1%
Money Markets - State Pool, CP, CD's & BA's	1 - 60 days	40 days	20% - 40%	30%
Aggregate Avg. Maturity	9-10 months	1 year		

During the second quarter of 2001, the percentage invested in US Treasuries decreased by 3%, Federal Agencies decreased by 1%, while the percentage in money markets increased by 5%. The average maturity extended by one and one-half months due to investing in longer-term securities to lock in higher interest rates.

## **SECTION VI - ECONOMIC/MARKET CONDITIONS**

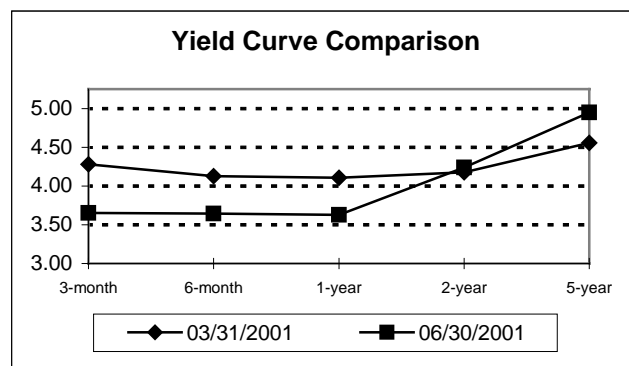
Many analysts are forecasting that the economy grew at a barely discernible 0.5 percent rate in the second quarter, which would be the slowest since the first quarter of 1993. The second quarter will probably turn out to be the weakest quarter of the year, and possibly mark the lowest point for the economy. To hold off recession, the Federal Reserve has cut interest rates six times the year. Economists are hopeful the economy will rebound by the fourth quarter of this year as the Fed's interest rate cuts and Congress' tax-cut refunds of up to \$600 take hold. Economists are anticipating the Fed to cut interest rates another 25 basis points on their August meeting.

One of the forces that have weighed down the economy is high energy prices, which has dampened consumer and business spending and reduced corporate profits. Sharp spikes in energy prices preceded the last three U.S. recessions. Recent declines in the price of gasoline and natural gas and increased supplies of those fuels give hope that the worst may be over for the country. One of the main forces that have kept the economy from tipping into recession is consumer spending, which accounts for two-thirds of all economic activity. American's confidence in the U.S. economy rose in June to the highest level in six months to 117.9.

Another reason for the slow growth is that business investment in computer and other equipment decreased at an annual rate of 2.3 percent, the second consecutive quarterly drop for a sector that has been one of the pillars supporting the country's record 10-year expansion.

Nonfarm payrolls declined by 114,000 in June, led by a substantial 113,000 contraction in manufacturing payrolls. The unemployment rate increased to 4.5% compared to 4.4 percent in May. It is anticipated that the unemployment rate will reach 5.0% by the end of the year. Three million people are collecting unemployment benefits, the most since November 1992.

On June 30, 2001 the 3-month T-bill yielded 3.651% compared to 4.281% on March 31, 2001. The yield curve begins to shift upward after the one-year sector.



## **SECTION VII - PORTFOLIO**

**Exhibit One** shows the make up of the entire portfolio at the end of the second quarter of 2001. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each makes up of the total portfolio. All percentages are consistent with the current policy.

**Exhibit Two** shows the complete portfolio listings as of the end of the quarter. This report shows the book value, the par value, and the market value of the portfolio as of June 30, 2001.

**Exhibit Three** shows the liquidity of the entire portfolio. All percentages are consistent with the current policy.

**Exhibit Four** reflects the percentage of securities purchased from each issuer relative to the entire portfolio. On June 30, 2001, the average maturity was one year. All the percentages are consistent with the current policy.

**Exhibit Five** shows all investment purchases and maturities from April 1, 2001 through June 30, 2001. As the report shows, the amount invested in time deposits, commercial paper, and agencies increased, while the amount invested with Treasuries and the Washington State Pool decreased.

**Exhibit Six** shows the make up of the Clark County Investment Pool at the end of the second quarter of 2001. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each makes up of the total portfolio. On June 30, 2001 the average term of the Pool was one year. All percentages are consistent with the current policy.

**Exhibit Seven** shows the portfolio listings of the Clark County Investment Pool at the end of the quarter. This report contains the book value, the par value, and the market value as of June 30, 2001.

**Exhibit Eight** shows the liquidity of the Clark County Investment Pool. All percentages are consistent with the current policy.

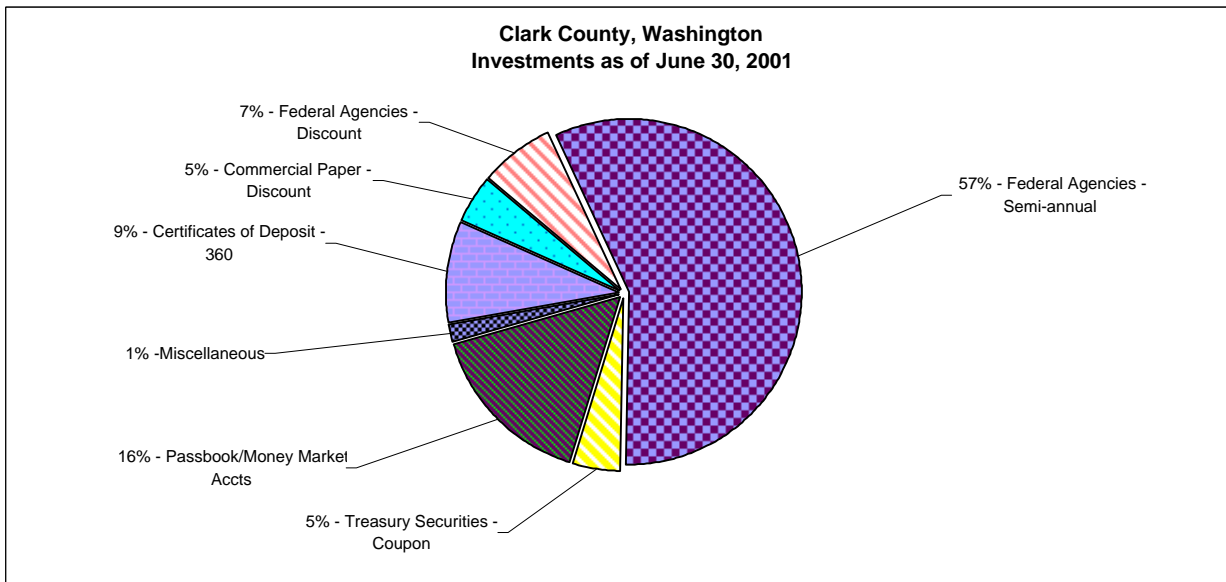
**Exhibit Nine** reflects the percentage of securities purchased from each issuer for the Clark County Investment Pool. All percentages are consistent with the current policy.

**Exhibit Ten** is a comparison of the Clark County Investment Pool to the Washington State Pool.

**Exhibit 1**

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIC  
DISTRIBUTION OF INVESTMENTS BY TYPE  
JUNE 30, 2001**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Certificates of Deposit - 360	40,000,000.00	9.33%	107	4.038	4.094
Commercial Paper - Discount	19,779,423.61	4.61%	36	4.171	4.229
Federal Agencies - Discount	29,210,549.30	6.82%	186	4.146	4.204
Federal Agencies - Semi-annual	245,207,946.40	57.21%	566	5.568	5.645
Treasury Securities - Coupon	19,909,570.32	4.65%	339	6.402	6.491
Treasury Securities - SLGS	1,680,000.00	0.39%	174	3.684	3.735
Treasury Securities - T-Bills	142,448.97	0.03%	151	3.542	3.592
Passbook/Money Market Accts	67,677,504.44	15.79%	1	4.465	4.528
Municipal Bonds	4,991,150.00	1.16%	365	6.506	6.596
<b>Total</b>	<b>428,598,593.04</b>	<b>100.00%</b>	<b>369</b>	<b>5.131</b>	<b>5.202</b>
Accrued Interest at Purchase	507,194.44				
<b>Total Cash and Investments</b>	<b><u>429,105,787.48</u></b>				



Note 1) Miscellaneous consists of Municipal Bonds, Treasury Securities - SLGS and Treasury Securities - T-Bills

Exhibit 2

Clark County, Washington  
Investment Portfolio  
June 30, 2001

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 06/30/01	Market Value	Cash	Coupon Rate	Yield to Maturity		Maturity Date	Days to Maturity
								Gain/(Loss) on Security		360	365		
Certificate of Deposit - 360													
89982914	Bank of America	05/04/01		10,000,000.00	10,000,000.00		10,000,000.00		4.000	4.000	4.056	12/03/01	155
89982918	Bank of America	05/15/01		10,000,000.00	10,000,000.00		10,000,000.00		4.000	4.000	4.056	09/12/01	73
89982910	Washington Mutual	04/27/01		10,000,000.00	10,000,000.00		10,000,000.00		4.240	4.240	4.299	08/15/01	45
89982917	Washington Mutual	05/10/01		10,000,000.00	10,000,000.00		10,000,000.00		3.910	3.910	3.964	12/03/01	155
Subtotal & Averages				40,000,000.00	40,000,000.00		40,000,000.00			4.038	4.094		107
Commercial Paper - Discount													
89982911	Coca Cola	04/30/01	19121DV36	9,891,277.78	10,000,000.00	99.666	9,966,600.00	75,322.22	4.120	4.165	4.223	8/3/01	33
89982915	Eastman Kodak	05/04/01		4,943,786.11	5,000,000.00	99.551	4,977,541.67	33,755.55	4.130	4.177	4.235	08/10/01	40
89982916	Eastman Kodak	05/04/01		4,944,359.72	5,000,000.00	99.562	4,978,076.39	33,716.67	4.130	4.176	4.234	08/09/01	39
Subtotal & Averages				19,779,423.61	20,000,000.00		19,922,218.06	142,794.44		4.171	4.229		36
Federal Agencies - Discount													
89982908	Federal Nat'l Mtg Assoc.	04/27/01	313589JQ7	9,896,750.00	10,000,000.00	99.726	9,972,625.00	75,875.00	4.130	4.173	4.231	07/26/01	25
89982919	Federal Nat'l Mtg Assoc.	05/15/01	313589UK7	9,662,939.58	10,000,000.00	97.162	9,716,167.00	53,227.42	3.953	4.125	4.182	03/18/02	260
89982923	Federal Nat'l Mtg Assoc.	05/23/01	313589VD2	9,650,859.72	10,000,000.00	96.889	9,688,889.00	38,029.28	3.965	4.139	4.197	04/05/02	278
Subtotal & Averages				29,210,549.30	30,000,000.00		29,377,681.00	167,131.70		4.146	4.204		186
Federal Agencies - Semi Annual Coupon													
89982840	Federal Farm Credit Bank	04/12/00	31331HP27	4,985,608.30	5,000,000.00	101.563	5,078,125.00	92,516.70	6.625	6.698	6.791	02/01/02	215
89982900	Federal Farm Credit Bank	01/25/01	31331H6G7	4,989,900.00	5,000,000.00	101.188	5,059,375.00	69,475.00	5.400	5.399	5.474	01/23/04	936
89982924	Federal Farm Credit Bank	06/01/01	31331LAT5	9,990,841.00	10,000,000.00	99.941	9,994,137.00	3,296.00	4.000	4.038	4.094	06/03/02	337
89982837	Federal Home Loan Bank	04/11/00	3133MAT74	5,042,159.67	5,045,000.00	101.609	5,126,192.97	84,033.30	6.750	6.684	6.776	02/15/02	229
89982843	Federal Home Loan Bank	04/28/00	3133MAQJ1	4,978,200.00	5,000,000.00	101.625	5,081,250.00	103,050.00	6.750	6.913	7.009	02/01/02	215
89982844	Federal Home Loan Bank	05/04/00	3133MBER4	9,930,800.00	10,000,000.00	102.250	10,225,000.00	294,200.00	6.750	7.030	7.128	05/01/02	304
89982848	Federal Home Loan Bank	05/12/00	3133MBJ99	9,987,500.00	10,000,000.00	102.656	10,265,625.00	278,125.00	7.250	7.218	7.318	05/15/02	318
89982865	Federal Home Loan Bank	07/18/00	3133MBJ99	5,020,844.85	5,000,000.00	102.656	5,132,812.50	111,967.65	7.250	6.897	6.993	05/15/02	318
89982874	Federal Home Loan Bank	09/29/00	3133MBY84	10,090,900.00	10,000,000.00	104.297	10,429,687.50	338,787.50	6.875	6.428	6.517	08/15/03	775
89982903	Federal Home Loan Bank	03/22/01	3133MDKU6	10,000,000.00	10,000,000.00	100.359	10,035,937.50	35,937.50	5.380	5.306	5.380	03/22/04	995
89982906	Federal Home Loan Bank	04/25/01	3133MEBB6	10,000,000.00	10,000,000.00	100.188	10,018,750.00	18,750.00	5.000	4.932	5.000	04/25/03	663
89982909	Federal Home Loan Bank	04/27/01	3133MEPE5	10,004,427.60	10,000,000.00	100.078	10,007,812.50	3,384.90	4.250	4.146	4.204	04/26/02	299
89982920	Federal Home Loan Bank	05/17/01	3133MBUK1	10,308,700.00	10,000,000.00	102.797	10,279,687.50	(29,012.50)	6.875	4.080	4.137	07/18/02	382
89982839	Federal Nat'l Mtg Assoc.	04/12/00	31359MBC6	9,929,200.00	10,000,000.00	101.250	10,125,000.00	195,800.00	6.375	6.707	6.800	01/16/02	199
89982875	Federal Nat'l Mtg Assoc.	10/12/00	31359MGF4	4,998,284.85	5,000,000.00	100.688	5,034,375.00	36,090.15	6.520	6.467	6.557	10/15/01	106
89982877	Federal Nat'l Mtg Assoc.	10/10/00	31359MDT7	9,822,500.00	10,000,000.00	102.063	10,206,250.00	383,750.00	5.750	6.437	6.526	04/15/03	653
89982902	Federal Nat'l Mtg Assoc.	02/15/01	31359MGY3	9,978,125.00	10,000,000.00	100.672	10,067,187.50	89,062.50	5.500	5.504	5.580	02/12/04	956
89982904	Federal Nat'l Mtg Assoc.	03/16/01	31364FFB2	5,119,817.37	5,000,000.00	102.016	5,100,781.25	(19,036.12)	6.200	4.586	4.650	10/28/02	484
89982905	Federal Nat'l Mtg Assoc.	04/02/01	31359MHN6	10,000,000.00	10,000,000.00	99.953	9,995,312.50	(4,687.50)	5.070	5.001	5.070	04/02/04	1006
89982922	Federal Nat'l Mtg Assoc.	05/23/01	31359MEN9	10,100,000.00	10,000,000.00	101.031	10,103,125.00	3,125.00	5.375	4.044	4.100	03/15/02	257
89982849	Federal Home Loan Mtg. Corp.	05/11/00	3134A3T48	9,760,027.94	10,000,000.00	102.453	10,245,312.50	485,284.56	6.250	7.243	7.344	10/15/02	471
89982876	Federal Home Loan Mtg. Corp.	10/04/00	3134A35B8	5,011,550.00	5,000,000.00	102.656	5,132,812.50	121,262.50	6.625	6.396	6.485	08/15/02	410
89982883	Federal Home Loan Mtg. Corp.	11/07/00	3134A35B8	10,028,279.82	10,000,000.00	102.656	10,265,625.00	237,345.18	6.625	6.358	6.446	08/15/02	410
89982901	Federal Home Loan Mtg. Corp.	02/14/01	312923GH2	10,000,000.00	10,000,000.00	100.270	10,027,000.00	27,000.00	6.000	5.918	6.000	02/14/06	1689
89982907	Federal Home Loan Mtg. Corp.	04/23/01	312923WF8	10,000,000.00	10,000,000.00	100.022	10,002,170.00	2,170.00	4.625	4.562	4.625	04/23/03	661

**Exhibit 2**

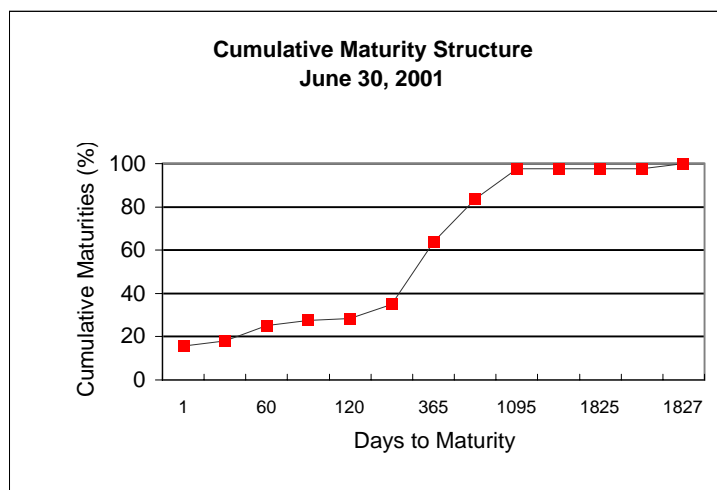
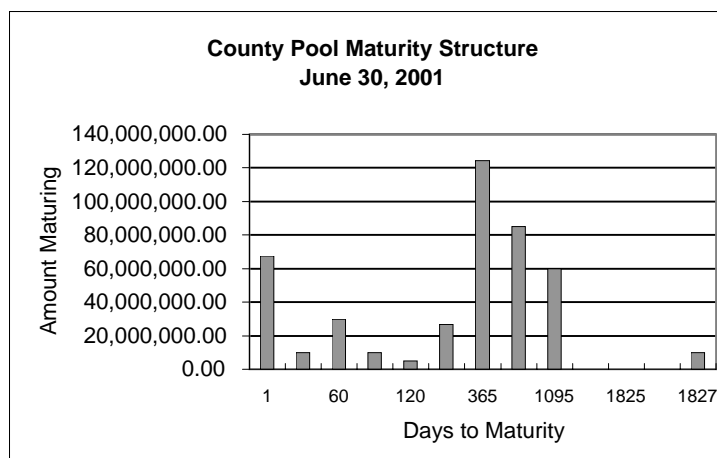
**Clark County, Washington  
Investment Portfolio  
June 30, 2001**

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 06/30/01	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 365	Maturity Date	Days to Maturity
89982912	Federal Home Loan Mtg. Corp.	05/07/01	312923ZF5	9,979,500.00	10,000,000.00	99.888	9,988,827.00	9,327.00	5.150	5.153 5.224	05/07/04	1041
89982921	Federal Home Loan Mtg. Corp.	05/18/01	3134A35B8	10,278,500.00	10,000,000.00	102.656	10,265,625.00	(12,875.00)	6.625	4.231 4.290	08/15/02	410
89982927	Student Loan Market Assoc.	06/29/01	86387SCN8	9,999,380.00	10,000,000.00	99.412	9,941,218.00	(58,162.00)	3.750	3.704 3.756	07/01/02	365
89982846	Tennessee Valley Authority	05/04/00	88O591DE9	4,872,900.00	5,000,000.00	101.938	5,096,875.00	223,975.00	6.000	7.074 7.172	09/24/02	450
Subtotal & Averages				245,207,946.40	245,045,000.00		248,331,888.72	3,123,942.32		5.568 5.645		566
<b>Treasury Securities - Coupon</b>												
89982819	US Treasury Note	02/16/00	9128275X6	4,978,125.00	5,000,000.00	101.484	5,074,218.75	96,093.75	6.375	6.524 6.614	01/31/02	214
89982820	US Treasury Note	03/20/00	9128276A5	4,998,242.19	5,000,000.00	101.781	5,089,062.50	90,820.31	6.500	6.427 6.517	02/28/02	242
89982841	US Treasury Note	04/28/00	912827D25	5,065,234.38	5,000,000.00	101.359	5,067,968.75	2,734.37	7.500	6.505 6.595	11/15/01	137
89982866	US Treasury Note	08/16/00	9128274N9	4,867,968.75	5,000,000.00	101.813	5,090,625.00	222,656.25	5.250	6.144 6.229	08/15/03	775
Subtotal & Averages				19,909,570.32	20,000,000.00		20,321,875.00	412,304.68		6.402 6.491		339
<b>Treasury Securities - SLGS</b>												
61032894	State & Local Govt Series	12/26/00		65,000.00	65,000.00		65,000.00		4.260	4.202 4.260	12/20/01	172
61092926	State & Local Govt Series	06/12/01		510,000.00	510,000.00		510,000.00		2.530	2.495 2.530	12/20/01	172
61182896	State & Local Govt Series	12/26/00		125,000.00	125,000.00		125,000.00		4.260	4.202 4.260	12/22/01	174
61272897	State & Local Govt Series	12/26/00		310,000.00	310,000.00		310,000.00		4.260	4.202 4.260	12/23/01	175
61332898	State & Local Govt Series	12/26/00		670,000.00	670,000.00		670,000.00		4.260	4.202 4.260	12/24/01	176
Subtotal & Averages				1,680,000.00	1,680,000.00		1,680,000.00			3.684 3.735		174
<b>Treasury Securities - T-Bills</b>												
67032925	US Treasury Bill	05/31/01	912795HM	142,448.97	145,000.00	98.500	142,824.64	375.67	3.480	3.542 3.592	11/29/01	151
Subtotal & Averages				142,448.97	145,000.00		142,824.64	375.67		3.542 3.592		151
<b>Municipal Bonds</b>												
89982872	Washington State	09/28/00	9397453G8	4,991,150.00	5,000,000.00	101.87	5,093,595.00	102,445.00	6.500	6.505 6.596	07/01/02	365
Subtotal & Averages				4,991,150.00	5,000,000.00		5,093,595.00	102,445.00		6.505 6.596		365
<b>Passbook/Money Market Accounts</b>												
899703	Registered Warrant Investments			0.00	0.00		0.00		5.060	4.970 5.060		1
89980002	U.S. Bank - Municipal Investment Account			509,738.24	509,738.24		509,738.24		3.580	3.580 3.630		1
89980001	WA State Local Government Invest. Pool			67,167,766.20	67,167,766.20		67,167,766.20		4.255	4.255 4.290		1
Subtotal & Averages				67,677,504.44	67,677,504.44		67,677,504.44			4.268 4.327		1
<b>Grand Total</b>				<b>428,598,593.04</b>	<b>429,547,504.44</b>		<b>432,547,586.85</b>	<b>3,948,993.81</b>		<b>5.131 5.202</b>		<b>369</b>

### EXHIBIT 3

#### CLARK COUNTY INVESTMENT POOL AGING OF MATURING INVESTMENTS JUNE 30, 2001

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$67,677,504.44	15.79%	15.79%
2 - 30	9,896,750.00	2.31%	18.10%
31 - 60	29,779,423.61	6.95%	25.05%
61 - 90	10,000,000.00	2.33%	27.38%
91 - 120	4,998,284.85	1.17%	28.55%
121 - 183	26,887,683.35	6.27%	34.82%
184 - 365	124,250,277.91	28.99%	63.81%
366 - 730	85,202,275.13	19.88%	83.69%
731 - 1095	59,906,393.75	13.98%	97.67%
1096 - 1461	0.00	0.00%	97.67%
1462 - 1827	10,000,000.00	2.33%	100.00%
TOTALS	\$428,598,593.04	100.00%	





**Exhibit 4**

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO  
SUMMARY OF INVESTMENTS BY ISSUER  
JUNE 30, 2001**

Issuer	Number of Investments	Cost	% of Portfolio	Avg YTM (365)	Days to Maturity
US Bank - Municipal Investor Account	1	\$509,738.24	0.12%	4.200	1
Bank of America	2	\$20,000,000.00	4.67%	4.056	114
Coca Cola	1	\$9,891,277.78	2.31%	4.223	33
Federal Farm Credit Bank	3	19,966,349.30	4.66%	5.112	456
Federal Home Loan Bank	10	85,363,532.12	19.92%	5.885	484
Federal Home Loan Mtg Corp	10	89,158,476.52	20.80%	5.146	438
Federal National Mtg Association	7	65,057,857.76	15.18%	5.707	751
Eastman Kodak	2	9,888,145.83	2.31%	4.235	39
Washington State Pool	1	67,167,766.20	15.67%	4.530	1
Student Loan Market Assoc.	1	9,999,380.00	2.33%	3.756	365
State and Local Govt. Series	5	1,680,000.00	0.39%	3.735	174
Tennessee Valley Authority	1	4,872,900.00	1.14%	7.173	450
US Treasury Bill	1	142,448.97	0.03%	3.592	151
US Treasury Note	4	19,909,570.32	4.65%	6.491	339
Washington Mutual	2	20,000,000.00	4.67%	4.132	100
Washington State Municipal Bond	1	4,991,150.00	1.16%	6.596	365
<b>TOTALS and AVERAGES</b>	<b>52</b>	<b>428,598,593.04</b>	<b>100.00%</b>	<b>5.202</b>	<b>369</b>

## EXHIBIT 5

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO  
INVESTMENT ACTIVITY BY TYPE  
APRIL 1, 2001 - JUNE 30, 2001**

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE
<b>CERTIFICATES OF DEPOSIT - 360</b>				<b>BEGINNING BALANCE:</b>		<b>4,628,280.00</b>
89982910	Washington Mutual	4.24	04/27/01	10,000,000.00		
45812887	Washington Mutual	6.52	04/17/01		785,005.00	
45812888	Washington Mutual	6.52	04/17/01		3,843,275.00	
89982914	Bank of America	4.00	05/04/01	10,000,000.00		
89982918	Bank of America	4.00	05/15/01	10,000,000.00		
89982917	Washington Mutual	3.90	05/10/01	10,000,000.00		
SUBTOTALS and ENDING BALANCE - APRIL				10,000,000.00	4,628,280.00	10,000,000.00
SUBTOTALS and ENDING BALANCE - MAY				30,000,000.00	0.00	40,000,000.00
SUBTOTALS and ENDING BALANCE - JUNE				0.00	0.00	40,000,000.00
<b>CERTIFICATES OF DEPOSIT - 365</b>				<b>BEGINNING BALANCE:</b>		<b>5,000,000.00</b>
89982898	Riverview Bank	6.75	06/20/01		5,000,000.00	
SUBTOTALS and ENDING BALANCE - APRIL				0.00	0.00	5,000,000.00
SUBTOTALS and ENDING BALANCE - MAY				0.00	0.00	5,000,000.00
SUBTOTALS and ENDING BALANCE - JUNE				0.00	5,000,000.00	0.00
<b>COMMERCIAL PAPER - DISCOUNT</b>				<b>BEGINNING BALANCE:</b>		<b>0.00</b>
89982911	Coca Cola	4.12	04/30/01	9,891,277.78		
89982915	Eastman Kodak	4.13	05/04/01	4,943,786.11		
89982916	Eastman Kodak	4.13	05/04/01	4,944,359.72		
SUBTOTALS and ENDING BALANCE - APRIL				9,891,277.78	0.00	9,891,277.78
SUBTOTALS and ENDING BALANCE - MAY				9,888,145.83	0.00	19,779,423.61
SUBTOTALS and ENDING BALANCE - JUNE				0.00	0.00	19,779,423.61
<b>FEDERAL AGENCIES - DISCOUNT</b>				<b>BEGINNING BALANCE:</b>		<b>18,967,637.20</b>
89982908	Federal Farm Credit Bank	4.13	04/27/01	9,896,750.00		
61082852	Federal National Mtg. Assoc.	6.68	05/15/01		298,742.76	
61082853	Federal National Mtg. Assoc.	6.67	05/18/01		4,666,500.00	
89982857	Federal National Mtg. Assoc.	6.71	05/18/01		9,342,047.22	
89982919	Federal National Mtg. Assoc.	3.95	05/15/01	9,662,939.58		
89982923	Federal National Mtg. Assoc.	3.97	05/23/01	9,650,859.72		
89982854	Federal National Mtg. Assoc.	6.70	05/24/01		4,660,347.22	
SUBTOTALS and ENDING BALANCE - APRIL				9,896,750.00	0.00	28,864,387.20
SUBTOTALS and ENDING BALANCE - MAY				19,313,799.30	18,967,637.20	29,210,549.30
SUBTOTALS and ENDING BALANCE - JUNE				0.00	0.00	29,210,549.30
<b>FEDERAL AGENCIES - SEMI ANNUAL COUPON</b>				<b>BEGINNING BALANCE:</b>		<b>218,189,428.21</b>
89982763	Federal Farm Credit Bank	5.13	04/02/01		4,995,350.00	
61232832	Federal Home Loan Bank	5.13	04/17/01		2,758,828.64	
89982756	Federal Home Loan Bank	5.13	04/17/01		9,990,500.00	
89982765	Federal Home Loan Bank	5.13	04/17/01		9,972,491.47	
89982906	Federal Home Loan Bank	5.00	04/25/01	10,000,000.00		
89982909	Federal Home Loan Bank	4.25	04/27/01	10,004,427.60		
89982759	Federal National Mtg. Assoc.	5.38	04/02/01		4,999,609.38	
89982762	Federal National Mtg. Assoc.	5.32	04/02/01		9,989,062.50	
89982905	Federal National Mtg. Assoc.	5.07	04/02/01	10,000,000.00		
89982758	Federal Home Loan Mtg. Corp.	5.21	04/19/01		10,000,000.00	
89982907	Federal Home Loan Mtg. Corp.	4.63	04/23/01	10,000,000.00		
89982760	Federal Home Loan Bank	5.22	05/03/01		4,992,596.34	
89982920	Federal Home Loan Bank	6.88	05/17/01	10,308,700.00		
61232834	Federal National Mtg. Assoc.	5.44	05/21/01		197,214.00	
61232835	Federal National Mtg. Assoc.	5.44	05/21/01		788,856.00	
89982815	Federal National Mtg. Assoc.	6.40	05/02/01		4,991,796.88	
89982922	Federal National Mtg. Assoc.	5.38	05/23/01	10,100,000.00		
89982912	Federal Home Loan Mtg. Corp.	5.15	05/07/01	9,979,500.00		
89982921	Federal Home Loan Mtg. Corp.	6.63	05/18/01	10,278,500.00		
89982924	Federal Farm Credit Bank	4.00	06/01/01	9,990,841.00		
89982786	Federal Home Loan Mtg. Corp.	5.75	06/15/01		9,966,525.20	
89982927	Student Loan Market Assoc.	3.75	06/29/01	9,999,380.00		
SUBTOTALS and ENDING BALANCE - APRIL				40,004,427.60	52,705,841.99	205,488,013.82
SUBTOTALS and ENDING BALANCE - MAY				40,666,700.00	10,970,463.22	235,184,250.60
SUBTOTALS and ENDING BALANCE - JUNE				19,990,221.00	9,966,525.20	245,207,946.40

## EXHIBIT 5

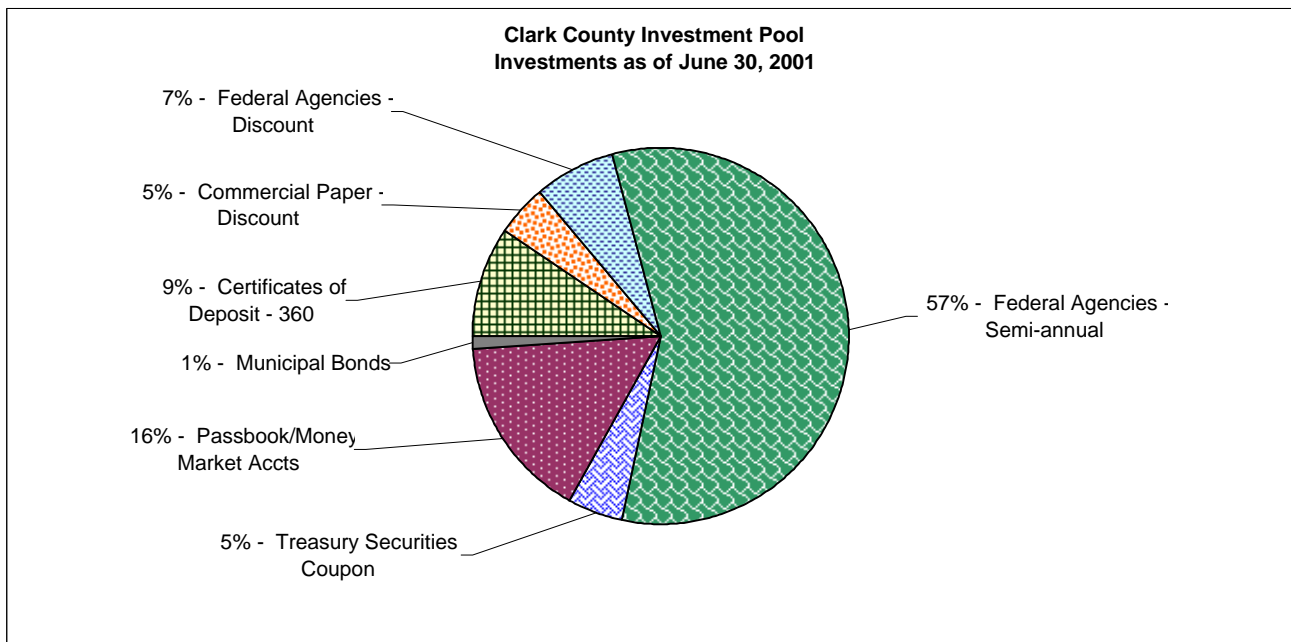
**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO**  
**INVESTMENT ACTIVITY BY TYPE**  
**APRIL 1, 2001 - JUNE 30, 2001**

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE
<b>MUNICIPAL BONDS</b>				<b>BEGINNING BALANCE:</b>		<b>4,991,150.00</b>
SUBTOTALS and ENDING BALANCE - APRIL				0.00	0.00	4,991,150.00
SUBTOTALS and ENDING BALANCE - MAY				0.00	0.00	4,991,150.00
SUBTOTALS and ENDING BALANCE - JUNE				0.00	0.00	4,991,150.00
<b>TREASURY SECURITIES - COUPON</b>				<b>BEGINNING BALANCE:</b>		<b>31,512,625.01</b>
89982768	US Treasury Note	4.88	04/02/01		9,926,562.50	
61232833	US Treasury Note	5.25	05/31/01		1,676,492.19	
SUBTOTALS and ENDING BALANCE - APRIL				0.00	9,926,562.50	21,586,062.51
SUBTOTALS and ENDING BALANCE - MAY				0.00	1,676,492.19	19,909,570.32
SUBTOTALS and ENDING BALANCE - JUNE				0.00	0.00	19,909,570.32
<b>TREASURY SECURITIES - SLGS</b>				<b>BEGINNING BALANCE:</b>		<b>1,685,000.00</b>
61092895	State & Local Govt. Series	4.26	06/07/01		515,000.00	
61092926	State & Local Govt. Series	2.53	06/12/01	510,000.00		
SUBTOTALS and ENDING BALANCE - APRIL				0.00	0.00	1,685,000.00
SUBTOTALS and ENDING BALANCE - MAY				0.00	0.00	1,685,000.00
SUBTOTALS and ENDING BALANCE - JUNE				510,000.00	515,000.00	1,680,000.00
<b>TREASURY SECURITIES - T-BILLS</b>				<b>BEGINNING BALANCE:</b>		<b>108,455.05</b>
67032873	US Treasury Bill	5.91	05/31/01		108,455.05	
67032925	US Treasury Bill	3.48	05/31/01	142,448.97		
SUBTOTALS and ENDING BALANCE - APRIL				0.00	0.00	108,455.05
SUBTOTALS and ENDING BALANCE - MAY				142,448.97	108,455.05	142,448.97
SUBTOTALS and ENDING BALANCE - JUNE				0.00	0.00	142,448.97
<b>CLARK COUNTY</b>				<b>BEGINNING BALANCE:</b>		<b>131,945.17</b>
APRIL	Registered Warrant Invest Acct	5.63			61,548.01	70,397.16
MAY	Registered Warrant Invest Acct	6.38		0.00	70,397.16	0.00
JUNE	Registered Warrant Invest Acct	6.00		0.00	0.00	0.00
<b>US BANK</b>				<b>BEGINNING BALANCE:</b>		<b>796,518.29</b>
APRIL	Municipal Investor Account	4.98		6,206,635.19	4,500,000.00	2,503,153.48
MAY	Municipal Investor Account	4.15		3,402,947.70	5,000,000.00	906,101.18
JUNE	Municipal Investor Account	3.58		1,103,637.06	1,500,000.00	509,738.24
<b>STATE POOL</b>				<b>BEGINNING BALANCE:</b>		<b>81,816,533.98</b>
APRIL	Washington State Pool	4.91		98,828,123.73	36,500,000.00	144,144,657.71
MAY	Washington State Pool	4.53		70,167,229.40	81,400,000.00	132,911,887.11
JUNE	Washington State Pool	4.25		25,355,879.09	91,100,000.00	67,167,766.20
				<b>BEGINNING BALANCE:</b>	<b>PURCHASES</b>	<b>MATURITIES</b>
APRIL	<b>TOTALS</b>			<b>367,827,572.91</b>	<b>174,827,214.30</b>	<b>108,322,232.50</b>
MAY	<b>TOTALS</b>			<b>434,332,554.71</b>	<b>173,581,271.20</b>	<b>118,193,444.82</b>
JUNE	<b>TOTALS</b>			<b>489,720,381.09</b>	<b>46,959,737.15</b>	<b>108,081,525.20</b>
						<b>ENDING BALANCE:</b>
						<b>434,332,554.71</b>
						<b>489,720,381.09</b>
						<b>428,598,593.04</b>

**Exhibit 6**

**CLARK COUNTY INVESTMENT POOL  
DISTRIBUTION OF INVESTMENTS BY TYPE  
JUNE 30, 2001**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Certificates of Deposit - 360	40,000,000.00	9.37%	107	4.037	4.094
Commercial Paper - Discount	19,779,423.61	4.63%	36	4.171	4.229
Federal Agencies - Discount	29,210,549.30	6.84%	186	4.146	4.204
Federal Agencies - Semi-annual	245,207,946.40	57.46%	565	5.568	5.645
Treasury Securities - Coupon	19,909,570.32	4.67%	338	6.402	6.491
Passbook/Money Market Accts	67,677,504.44	15.86%	1	4.465	4.528
Municipal Bonds	4,991,150.00	1.17%	365	6.506	6.596
<b>Total</b>	<b><u>426,776,144.07</u></b>	<b><u>100.00%</u></b>	<b><u>370</u></b>	<b><u>5.137%</u></b>	<b><u>5.209%</u></b>



## Exhibit 7

# Clark County Investment Pool

## Investment Portfolio

### June 30, 2001

Investment Number	Description	Purchase Date	Cusip Number	Cost at Purchase	Book Value 06/30/01	Par Value	Market Price 06/30/01	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 365	Maturity Date	Days to Maturity	
Certificate of Deposit - 360														
89982914	Bank of America	05/04/01		10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00		4.000	4.000	4.056	12/03/01	155
89982918	Bank of America	05/15/01		10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00		4.000	4.000	4.056	09/12/01	73
89982910	Washington Mutual	04/27/01		10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00		4.240	4.240	4.299	08/15/01	45
89982917	Washington Mutual	05/10/01		10,000,000.00	10,000,000.00	10,000,000.00		10,000,000.00		3.910	3.910	3.964	12/03/01	155
Subtotal & Averages				40,000,000.00	40,000,000.00	40,000,000.00		40,000,000.00			4.038	4.094		107
Commercial Paper - Discount														
89982911	Coca Cola	04/30/01	19121DV36	9,891,277.78	9,891,277.78	10,000,000.00	99.666	9,966,600.00	75,322.22	4.120	4.165	4.223	08/03/01	333
89982915	Eastman Kodak	05/04/01	27746AVA4	4,943,786.11	4,943,786.11	5,000,000.00	99.551	4,977,541.67	33,755.55	4.130	4.177	4.235	08/10/01	40
89982916	Eastman Kodak	05/04/01	27746AV97	4,944,359.72	4,944,359.72	5,000,000.00	99.562	4,978,076.39	33,716.67	4.130	4.176	4.234	08/09/01	39
Subtotal & Averages				19,779,423.61	19,779,423.61	20,000,000.00		19,922,218.06	142,794.44		4.171	4.229		36
Federal Agencies - Discount														
89982908	Federal Nat'l Mtg Assoc.	04/24/01	313589JQ7	9,896,750.00	9,971,319.44	10,000,000.00	99.726	9,972,625.00	75,875.00	4.130	4.173	4.231	07/26/01	25
89982919	Federal Nat'l Mtg Assoc.	05/15/01	313589UK7	9,662,939.58	9,714,541.66	10,000,000.00	97.162	9,716,167.00	53,227.42	3.953	4.125	4.182	03/18/02	260
89982923	Federal Nat'l Mtg Assoc.	05/23/01	313589VD2	9,650,859.72	9,693,813.89	10,000,000.00	96.889	9,688,889.00	38,029.28	3.965	4.139	4.197	04/05/02	278
Subtotal & Averages				29,210,549.30	29,379,674.99	30,000,000.00		29,377,681.00	167,131.70		4.146	4.204		185
Federal Agencies - Semi Annual Coupon														
89982840	Federal Farm Credit Bank	04/12/00	31331HP27	4,985,608.30	4,995,343.21	5,000,000.00	101.563	5,078,125.00	92,516.70	6.625	6.698	6.791	02/01/02	215
89982900	Federal Farm Credit Bank	01/25/01	31331H6G7	4,989,900.00	4,991,361.60	5,000,000.00	101.188	5,059,375.00	69,475.00	5.400	5.398	5.473	01/23/04	936
89982924	Federal Farm Credit Bank	06/01/01	31331LAT5	9,990,841.00	9,991,600.03	10,000,000.00	99.941	9,994,137.00	3,296.00	4.000	4.038	4.094	06/03/02	337
89982837	Federal Home Loan Bank	04/11/00	3133MAT74	5,042,159.67	5,044,041.82	5,045,000.00	101.609	5,126,192.97	84,033.30	6.750	6.684	6.776	02/15/02	229
89982843	Federal Home Loan Bank	04/28/00	3133MAQJ1	4,978,200.00	4,992,767.77	5,000,000.00	101.625	5,081,250.00	103,050.00	6.750	6.913	7.009	02/01/02	215
89982844	Federal Home Loan Bank	05/04/00	3133MBER4	9,930,800.00	9,971,046.03	10,000,000.00	102.250	10,225,000.00	294,200.00	6.750	7.030	7.128	05/01/02	304
89982848	Federal Home Loan Bank	05/12/00	3133MBJ99	9,987,500.00	9,994,571.23	10,000,000.00	102.656	10,265,625.00	278,125.00	7.250	7.218	7.318	05/15/02	318
89982865	Federal Home Loan Bank	07/18/00	3133MBJ99	5,020,844.85	5,009,962.38	5,000,000.00	102.656	5,132,812.50	111,967.65	7.250	6.897	6.992	05/15/02	318
89982874	Federal Home Loan Bank	09/29/00	3133MBY84	10,090,900.00	10,067,034.36	10,000,000.00	104.297	10,429,687.50	338,787.50	6.875	6.428	6.517	08/15/03	775
89982903	Federal Home Loan Bank	03/22/01	3133MDKU6	10,000,000.00	10,000,000.00	10,000,000.00	100.359	10,035,937.50	35,937.50	5.380	5.306	5.380	03/22/04	995
89982906	Federal Home Loan Bank	04/25/01	3133MEBB6	10,000,000.00	10,000,000.00	10,000,000.00	100.188	10,018,750.00	18,750.00	5.000	4.931	5.000	04/25/03	663
89982909	Federal Home Loan Bank	04/27/01	3133MEPE5	10,004,427.60	10,003,638.28	10,000,000.00	100.078	10,007,812.50	3,384.90	4.250	4.146	4.204	04/26/02	299
89982920	Federal Home Loan Bank	05/17/01	3133MBUK1	10,308,700.00	10,276,436.82	10,000,000.00	102.797	10,279,687.50	(29,012.50)	6.875	4.080	4.137	07/18/02	382
89982839	Federal Nat'l Mtg Assoc.	04/12/00	31359MBC6	9,929,200.00	9,978,223.97	10,000,000.00	101.250	10,125,000.00	195,800.00	6.375	6.707	6.800	01/16/02	199
89982875	Federal Nat'l Mtg Assoc.	10/12/00	31359MGF4	4,998,284.85	4,999,508.61	5,000,000.00	100.688	5,034,375.00	36,090.15	6.520	6.466	6.556	10/15/01	106
89982877	Federal Nat'l Mtg Assoc.	10/10/00	31359MDT7	9,822,500.00	9,873,690.61	10,000,000.00	102.063	10,206,250.00	383,750.00	5.750	6.437	6.526	04/15/03	653
89982902	Federal Nat'l Mtg Assoc.	02/15/01	31359MGY3	9,978,125.00	9,980,887.30	10,000,000.00	100.672	10,067,187.50	89,062.50	5.500	5.503	5.580	02/12/04	956
89982904	Federal Nat'l Mtg Assoc.	03/16/01	31364FFB2	5,119,817.37	5,098,200.83	5,000,000.00	102.016	5,100,781.25	(19,036.12)	6.210	4.586	4.650	10/28/02	484
89982905	Federal Nat'l Mtg Assoc.	04/02/01	31359MHN6	10,000,000.00	10,000,000.00	10,000,000.00	99.953	9,995,312.50	(4,687.50)	5.070	5.000	5.070	04/02/04	1,006
89982922	Federal Nat'l Mtg Assoc.	05/23/01	31359MEN9	10,100,000.00	10,086,986.30	10,000,000.00	101.031	10,103,125.00	3,125.00	5.375	4.044	4.100	03/15/02	257
89982849	Federal Home Loan Mtg. Corp.	05/11/00	3134A3T48	9,760,027.94	9,872,600.65	10,000,000.00	102.453	10,245,312.50	372,711.85	6.250	7.243	7.344	10/15/02	471
89982876	Federal Home Loan Mtg. Corp.	10/04/00	3134A35B8	5,011,550.00	5,006,954.10	5,000,000.00	102.656	5,132,812.50	125,858.40	6.625	6.396	6.485	08/15/02	410
89982883	Federal Home Loan Mtg. Corp.	11/07/00	3134A35B8	10,028,279.82	10,017,907.60	10,000,000.00	102.656	10,265,625.00	247,717.40	6.625	6.357	6.445	08/15/02	410
89982901	Federal Home Loan Mtg. Corp.	02/14/01	312923GH2	10,000,000.00	10,000,000.00	10,000,000.00	100.270	10,027,000.00	27,000.00	6.000	5.917	6.000	02/14/06	1,689
89982907	Federal Home Loan Mtg. Corp.	04/23/01	312923WF8	10,000,000.00	10,000,000.00	10,000,000.00	100.022	10,002,170.00	2,170.00	4.625	4.561	4.625	04/23/03	661
89982912	Federal Home Loan Mtg. Corp.	05/07/01	312923ZF5	9,979,500.00	9,980,525.00	10,000,000.00	99.888	9,988,827.00	8,302.00	5.150	5.153	5.224	05/07/04	1,041
89982921	Federal Home Loan Mtg. Corp.	05/18/01	3134A35B8	10,278,500.00	10,251,709.17	10,000,000.00	102.656	10,265,625.00	13,915.83	6.625	4.231	4.290	08/15/02	410
89982927	Student Loan Market Assoc.	06/29/01	86387SCN8	9,999,380.00	10,000,000.00	10,000,000.00	99.412	9,941,218.00	(58,782.00)	3.750	3.704	3.756	07/01/02	365
89982846	Tennessee Valley Authority	05/04/00	88O591DE9	4,872,900.00	4,934,528.72	5,000,000.00	101.938	5,096,875.00	162,346.28	6.000	7.074	7.172	09/24/02	450
Subtotal & Averages				245,207,946.40	245,419,526.39	245,045,000.00		248,331,888.72	2,989,854.84		5.568	5.645		565

## Exhibit 7

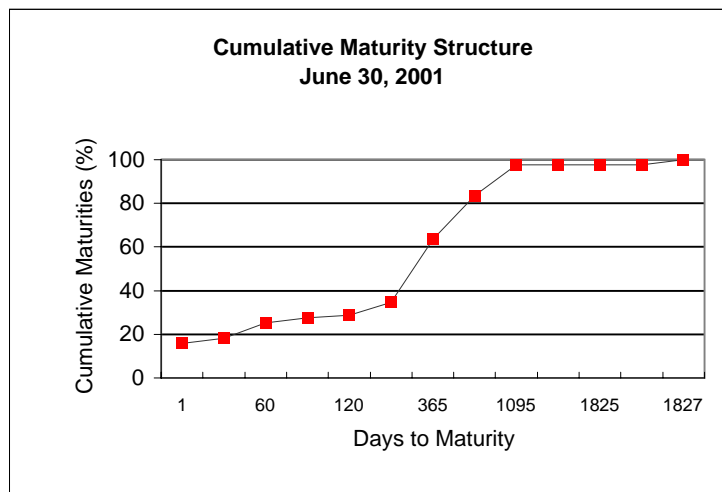
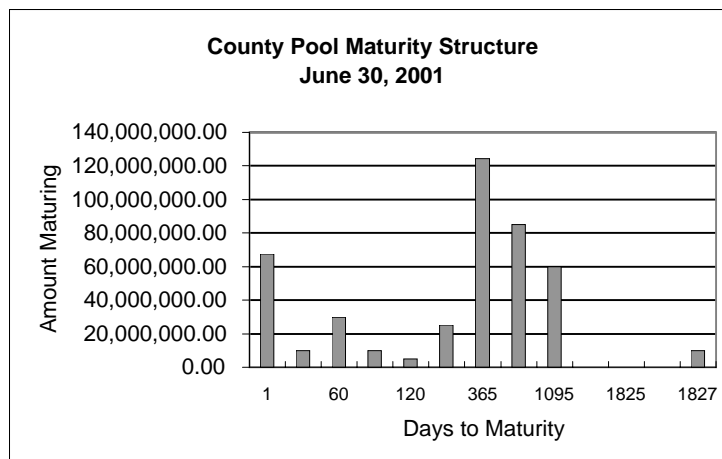
**Clark County Investment Pool**  
**Investment Portfolio**  
**June 30, 2001**

Investment Number	Description	Purchase Date	Cusip Number	Cost at Purchase	Book Value 06/30/01	Par Value	Market Price 06/30/01	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 365	Maturity Date	Days to Maturity
<b>Treasury Securities -Semi Annual Coupon</b>													
89982819	US Treasury Note	02/16/00	9128275X6	4,978,125.00	4,993,452.80	5,000,000.00	101.484	5,074,218.75	96,093.75	6.375	6.524 6.614	01/31/02	214
89982820	US Treasury Note	03/20/00	9128276A5	4,998,242.19	4,999,400.86	5,000,000.00	101.781	5,089,062.50	90,820.31	6.500	6.427 6.516	02/28/02	242
89982841	US Treasury Note	04/28/00	912827D25	5,065,234.38	5,015,789.95	5,000,000.00	101.359	5,067,968.75	2,734.37	7.500	6.505 6.595	11/15/01	137
89982866	US Treasury Note	08/16/00	9128274N9	4,867,968.75	4,906,467.81	5,000,000.00	101.813	5,090,625.00	222,656.25	5.250	6.144 6.229	08/15/03	775
Subtotal & Averages				19,909,570.32	19,915,111.42	20,000,000.00		20,321,875.00	412,304.68		6.008 6.091		339
<b>Municipal Bonds</b>													
89982872	Washington State	09/28/00	9397453G8	4,991,150.00	4,994,966.82	5,000,000.00	101.87	5,093,595.00	102,445.00	6.500	6.505 6.596	07/01/02	365
Subtotal & Averages				4,991,150.00	4,994,966.82	5,000,000.00		5,093,595.00	102,445.00		6.505 6.596		365
<b>Passbook/Money Market Accounts</b>													
89980002	U.S. Bank - Municipal Investment Account			509,738.24	509,738.24	509,738.24		509,738.24		3.580	3.580 3.630		1
89980001	WA State Local Government Invest. Pool			67,167,766.20	67,167,766.20	67,167,766.20		67,167,766.20		4.255	4.255 4.290		1
Subtotal & Averages				67,677,504.44	67,677,504.44	67,677,504.44		67,677,504.44			3.917 3.960		1
<b>Grand Total</b>				<b><u>426,776,144.07</u></b>	<b><u>427,184,743.67</u></b>	<b><u>427,722,504.44</u></b>		<b><u>430,724,762.21</u></b>	<b><u>3,814,530.66</u></b>		<b><u>5.137 5.209</u></b>		<b><u>370</u></b>

## EXHIBIT 8

### CLARK COUNTY INVESTMENT POOL AGING OF MATURING INVESTMENTS JUNE 30, 2001

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$67,677,504.44	15.86%	15.86%
2 - 30	9,896,750.00	2.32%	18.18%
31 - 60	29,779,423.61	6.98%	25.15%
61 - 90	10,000,000.00	2.34%	27.50%
91 - 120	4,998,284.85	1.17%	28.67%
121 - 183	25,065,234.38	5.87%	34.54%
184 - 365	124,250,277.91	29.11%	63.66%
366 - 730	85,202,275.13	19.96%	83.62%
731 - 1095	59,906,393.75	14.04%	97.66%
1096 - 1461	0.00	0.00%	97.66%
1462 - 1827	10,000,000.00	2.34%	100.00%
<b>TOTALS</b>	<b>\$426,776,144.07</b>	<b>100.00%</b>	



**Exhibit 9**

**CLARK COUNTY INVESTMENT POOL  
SUMMARY OF INVESTMENTS BY ISSUER  
JUNE 30, 2001**

Issuer	Number of Investments	Cost	% of Portfolio	Avg YTM (365)	Days to Maturity
US Bank - Municipal Investor Account	1	\$509,738.24	0.12%	4.200	1
Bank of America	2	\$20,000,000.00	4.69%	4.056	114
Coca Cola	1	\$9,891,277.78	2.32%	4.223	33
Federal Farm Credit Bank	3	19,966,349.30	4.68%	5.112	456
Federal Home Loan Bank	10	85,363,532.12	20.00%	5.885	484
Federal Home Loan Mtg Corp	10	89,158,476.52	20.89%	5.146	438
Federal National Mtg Association	7	65,057,857.76	15.24%	5.707	751
Eastman Kodak	2	9,888,145.83	2.32%	4.235	39
Washington State Pool	1	67,167,766.20	15.74%	4.530	1
Student Loan Market Assoc.	1	9,999,380.00	2.34%	3.756	365
Tennessee Valley Authority	1	4,872,900.00	1.14%	7.173	450
US Treasury Note	4	19,909,570.32	4.67%	6.491	339
Washington Mutual	2	20,000,000.00	4.69%	4.132	100
Washington State Municipal Bond	1	4,991,150.00	1.17%	6.596	365
TOTALS and AVERAGES	46	426,776,144.07	100.00%	5.209	370



# **Exhibit 10** **County Pool vs. State Pool** **1/88 - 6/01**

Overall, \$5.8 million increased  
interest income realized from  
Pooling

